

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Handloom Industry – Implementation of Handloom Weavers Loan Waiver Scheme – Financial Package for loans sanctioned by Andhra Pradesh State Co-operative Bank Ltd., (APCOB) / District Co-operative Central Bank (DCCB) – Orders – Issued.

INDUSTRIES AND COMMERCE (TEX) DEPARTMENT

G.O.Ms.No. 77

Dated 02 -08-2010

Read the following:-

- 1.G.O.Ms.No.29, Industries and Commerce (Tex) Department, dated 31-03-2010.
2. From the Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad, Lr.Rc.No.4029/2010-C, dated 07-06-2010, 22-06-2010.

ORDER

In the reference 1st read above, orders were issued, among other things, accepting the recommendation of the Group of Ministers (GoM) to finalize the financial package duly negotiating with the Banks for reducing the interest.

2. In the reference 2nd read above, the Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad has stated that as per the instructions issued by the Government, negotiations have been held with Andhra Pradesh State Co-operative Bank Ltd., (APCOB) with regard to financial package for reducing the interest. A series of meetings were held on 13-04-2010, 28-04-2010 and 12-05-2010 with the Officers of Andhra Pradesh State Co-operative Bank Ltd., (APCOB).

3. The Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad has further stated that a meeting was convened by the Hon'ble Minister for Mines and Geology, Handlooms and Textiles and Spinning Mills on 21-06-2010 with the officials of Andhra Pradesh State Co-operative Bank Ltd., (APCOB) and Departmental Officers on the issue of reducing interest on cash credit outstandings. Keeping in view of the discussions held with Andhra Pradesh State Co-operative Bank Ltd., (APCOB) it is suggested that the Government may issue orders as follows:-

- (i) while claiming the loan waiver the Andhra Pradesh State Co-operative Bank Ltd., (APCOB) / District Co-operative Central Banks (DCCBs) shall forego interest for the year 2009-10 in respect of all Primary Weavers Co-operative Societies whether cash credit is renewed / not renewed. Even if interest is collected, the APCOB/DCCBs have to return to the Primary Weavers Co-operative Societies (P.W.C.Ss)
- (ii) In respect of the societies whose cash credit are renewed / not renewed for the year 2009-10, the District Co-operative Central Banks (DCCBs) have to recalculate the interest @ 10% simple interest from the date of original sanction to 31-03-2009. Out of the amount so arrived, 50% shall be borne by the APCOB / DCCBs and the balance will be met by the State Government along with the Outstanding Principal.

(PTO)

4. After careful examination, the Government have decided to agree with the proposal as mentioned at Para 3 above. Accordingly, Government hereby agree for the implementation of the Handloom Weavers Loan Waiver Scheme as per Para 3 above. The State Government shall reimburse 5% of the simple interest on the originally sanctioned principal upto 31.03.2009 and the outstanding principal for the Primary Weavers Co-operative Societies, as mentioned at Para 3 (ii). The balance 5% simple interest on the originally sanctioned principal shall be borne by the Andhra Pradesh State Co-operative Bank Ltd., (APCOB) / District Co-operative Central Banks (DCCBs).

The operative period shall be fixed from 15-07-2010 to 31-12-2010 with a stipulation that the claims received after 31-12-2010 for settlement of dues will not be entertained. The claims shall be placed before District Level Committee / State Level Committee from time to time to be processed and settled immediately.

5. The Director of Handlooms and Textiles and Development Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad is requested to take necessary further action in the matter accordingly.

6. This Order issues with the concurrence of Finance (Exp.I&C) Department, vide their U.O.No.9005/280/Expr.I&C/2010, dated 31- 07-2010.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

RANJEEV R.ACHARYA,
PRINCIPAL SECRETARY TO GOVERNMENT.

To
The Director of Handlooms and Textiles and Development
Commissioner for Apparel Export Parks, Andhra Pradesh, Hyderabad
The Chief Executive Officer,
Andhra Pradesh State Co-operative Bank Ltd., (APCOB), Troop Bazar,
Abids, Hyderabad.
All the District Collectors.
Copy to:
The Finance (Exp.I&C) Department
The P.S. to Special Secretary to Chief Minister
The P.S. to M(M&G,H&T,SM)
The P.S to Principal Secretary to Government,
Industries and Commerce Department.
SF/SC.

// FORWARDED BY: ORDER//

SECTION OFFICER.